

Feb. 4, 2003

NOTICE

Please make note of the following corrections to the March 20, 2003 Notice of Competitive Lease Sale:

All parcels located in the Desoto N.F., Tombigbee N.F., and the Homochitto N.F. are subject to the enclosed Standard Stipulation for the NF'S in Mississippi.

ES-001-03/03 ALES 51709 ACQ

Should read: Sec. 2, E2NE, S2NW, S2NW, NWSW, **NWSE, NWNW** except....”

Should read: **Part of the NE, lying N of a certain valley and branch, being more particularly described as follows: Begging at the NE Cor. of Sec. 12, T19N, R10E, go W 40.00 chs. to NW Cor. of NWNE of said section, thence S 3.33 chs. to a branch and valley; thence with the meanders of said branch and valley go S71E30'E 3.04 chs.; S59E30'E, 2.84 chs.; S57E0'E, 4.06 chs.; S79°15'E, 4.53 chs.; S68°0'E, 3.57 chs.; S64E30'E, 3.11 chs.; S57E0'E, 2.27 chs., S52E0'E, 2.46 chs.; S51E0'E, 3.64 chs.; S62E0'E, 4.10 chs.; S57E30'E, 4.46 chs.; S67E30'E, 2.61 chs.; S55°15'E, 6.75 chs. to the E boundary line of said Sec. 12; thence N 4.32 chs.; thence N30°0'W, 4.50 chs.; thence N4°0'W, 3.00 chs.; thence N17°30'E, 5.45 chs.; thence N. 12.00 chs. to point of beginning, containing 58.66 ac., more or less.**

All other lands included in this parcel are unaffected; acreage and rental are unchanged.

ES-019-03/03 LAES 51728 ACQ

Should Read: Tract 1: Beginning at the NW corner of Section 19, T14N, R4E; thence South 1 degree 22 minutes West, **3330.4 feet** along the township line.....”

Should Read: Tract 2: Beginning at the NW corner of Section 19, T14N, R4E; thence South 1 degree 22 minutes West, **3574.4 feet**, along the township line.....”

Should Read: Tract 3: ALSO: Beginning at the original upper back corner of Section 44, T14N, R4E, and running along the upper side line North 89 degrees 40 minutes West, 114 chains **42 links**, to an iron post...”

The remaining lands in this parcel are unaffected; acreage and rental are unchanged.

ES-027-03/03 MSES 51736 ACQ

Should read T7N, R18W

ES-028-03/03 MSES 51737 ACQ

COE Special Conditions Stipulation should read: “1. That all rights under this lease are subordinate.....and maintenance of Tennessee-Tombigbee Waterway **Aberdeen Lock and Dam**, MS-Tract 113.”

ES-030-03/03 MSES 51739 ACQ

Delete Sec. 36, E2 less a 2.5 acre exception in the NENE.

Adjusted acreage: 280.00 acres

Adjusted Rental: \$420.00

ES-054-12/02 WVES 51763 ACQ thru ES-060-12/02 WVES 51769 ACQ

Parcel numbers should read ES-054-**03/03** WVES 51763 thru ES-058-**03/03** WVES 51767 ACQ

Parcel numbers ES-059-12/02 WVES 51768 and ES-060-12/02 WVES 51769 are **DELETED**

ES-054-03/03 WVES 51763 ACQ

Subject to Special Notification No. 1, Special Notification No. 21 (Horshoe Run, Hile Run and Lick Drain), and F.S. Region 9 Standard Stipulations (R9-2800-6 (3/83)). **See enclosed map (1-01-1)**

ES-055-03/03 WVES 51764 ACQ

Subject to Special Notification No. 1, Stipulation No. 11 (May 1 to November 1), Special Notification No. 21 (Horseshoe Run, Maxwell Run and Mike Run), and F.S. Region 9 Standard Stipulations (R9-2800-6 (3/83)). **See enclosed map (1-01-2) and metes and bounds description.**

ES-056-03/03 WVES 51765 ACQ

Subject to Special Notification No. 1, Special Notification No. 21 (Maxwell Run, Mill Run and Dry Run), and F.S. Region 9 Standard Stipulations (R9-2800-6 (3/83)). **See enclosed map (1-01-3)**

ES-057-03/03 WVES 51766 ACQ

Should read: Tracts 8k, portion of 87, 87 III, 87f, 87g, **87q**, 133d, 133e, 133f, **133f-I**, 242b, 253, 255, 255a, 638g and 638h totaling 2369.76 acres.

Subject to Special Notification No. 1, Special Notification No. 21 (Hile Run, Mill Run, Bonfield Run, Little Mill Run, Minear Run, Roaring Run and Mike Run), and F.S. Region 9 Standard Stipulations (R9-2800-6 (3/83)). **See enclosed map (1-01-5) and metes and bounds description.**

ES-058-03/03 WVES 51767 ACQ

Subject to Special Notification No. 1, Special Notification No. 21 (Dry Run - above Horseshoe Run, Mike Run and Horseshoe Run), and F.S. Region 9 Standard Stipulations (R9-2800-6 (3/83)). **See enclosed map (1-01-6)**

OIL AND GAS LEASE STIPULATIONS / NOTIFICATIONS

The notifications and stipulations that follow implement the oil and gas Leasing and Development Decision (September 30, 1991), and the resulting Monongahela N.F Plan Amendment (#4).

Not every Forest Plan standard guideline that applies to gas leasing and development is listed as a lease stipulation or notification. Only those that delay operations on a leasehold for more than 60 days, or affect an area larger than 20 acres (contiguous) are listed, except for special notification #1 which serves as a general notice to lessee's regarding any operations within the Forest.

SPECIAL NOTIFICATION NO. 1

Operations under this lease will be consistent with the standards and guidelines found in the Monongahela National Forest Land and Resource Management Plan (1986) (Forest Plan), as amended, and are hereby incorporated into this lease in its entirety. Forest Plan standards and guidelines include restrictions on location, timing and methodology of oil and gas lease operations, and requirements for special surveys that provide for protection of National Forest land and resources. A copy of the Monongahela National Forest Land and Resource Management Plan is available for inspection from:

USDA, Forest Service
200 Sycamore Street
Elkins, West Virginia 26241

STIPULATION NO. 11

The area shown on the attached map is dedicated to developed recreation. The following applies:

- No well sites will be permitted within or closer than 300 feet of the boundary of developed recreation sites.
- No new road construction will be permitted. Use of existing roads through developed recreation sites for routine and emergency maintenance of gas developments will be permitted at all times, but use of the road by construction and gas drilling and development traffic and vehicles will not be permitted during the primary recreation use season, approximately _____ to _____.
- No gas pipelines will be permitted within developed recreation areas.
- In order to mitigate potential safety hazards and user conflicts, no construction or gas drilling activities will be permitted within 500 feet of developed recreation areas during the season of use, approximately _____ to _____. Routine and emergency maintenance of gas developments will be permitted at any time.

SPECIAL NOTIFICATION NO. 21

The streams listed contain important cold water fisheries. The following will apply to filterstrips of perennial trout streams (stocked and native) during the period of October 1, to June 1:

- 1) Any earth disturbing activity exceeding 2 consecutive days from Oct. 1 to June 1 will only be initiated after consultation with a fisheries biologist.
- 2) Any earth disturbing activity permitted during this period will employ additional erosion control measures such as 1 ½ inches of mulch applied concurrently with the activity.

SPECIAL NOTIFICATION NO. 23

Lands (approximately _____ acres) within the lease area are being managed for wildlife species requiring remote habitat conditions (Management Prescription 6.1). Between April 15 and August 15 only one gas well will be permitted for drilling, testing, and completion at one time within 10,000 acre area whose center is defined by the well being drilled. Well drilling operations on this area could therefore be delayed up to a maximum of 4 months. In addition, other conditions of occupancy and use that apply to this area result in more restrictive controls than routine areas.

STANDARD STIPULATIONS

The lessee is notified and agrees:

All work and any operations authorized under this lease shall be done according to an approved operating plan on file with the Forest Supervisor at USDA Forest Service, 200 Sycamore St., Elkins, WV 26241. Plans generally require a minimum of 45 days for Forest Service to review. The Bureau of Land Management must also review and also approve.

Operating plan will contain information the Forest Officer determines reasonable for assessment of (1) public safety, (2) environmental damage, and (3) protection for surface resources. Content of such plans will vary according to location and type of activity and may contain:

1. Steps taken to provide public safety.
2. Location and extent of areas to be occupied during operations.
3. Operation methods including size and type of equipment.
4. Capacity, character, standards of construction and size of all structures and facilities to be built.
5. Location and size of areas where vegetation will be destroyed or soil laid bare.
6. Steps taken to prevent and control soil erosion.
7. Steps taken to prevent water pollution.
8. Character, amount, and time of use of explosives or fire, including safety precautions during their use.
9. Program proposed for rehabilitation and revegetation of disturbed land.

Copies of all permits obtained from State or Federal agencies pertaining to work might be required. Archeological studies, if required, will accompany plan.

The **Forest Supervisor** or his/her designated agent has authority to temporarily suspend or modify operations in whole or in part due to emergency forest conditions such as high fire danger or other unsafe situations.

The **lessee** must keep the **District Ranger** informed about progress of operations to the extent reasonably necessary for assuring public safety. This is especially important with geophysical inventory and testing activities because of their mobile nature. The **lessee** will alert the **District Ranger** to circumstances which may affect safe and efficient conduct of work activities.

Terms of this **lease** are considered violated if not done according to these stipulations.

NF's IN MISSISSIPPI

STIPULATION FOR LANDS OF THE NATIONAL FOREST SYSTEM UNDER THE JURISDICTION OF DEPARTMENT OF AGRICULTURE

The lessee/permittee/lessee must comply with all the rules and regulations of the Secretary of Agriculture set forth at Title 36, Chapter II, of the Code of Federal Regulations governing the use and management of the National Forest System (NFS) when not inconsistent with the rights granted by the Secretary of the Interior in the license/prospecting permit/lease. The Secretary of Agriculture's rules and regulations must be complied with for (1) all use and occupancy of the NFS prior to approval of a permit/operation plan by the Secretary of the Interior, (2) uses of all existing improvements, such as Forest development roads, within and outside the area licensed, permitted or leased by the Secretary of the Interior, and (3) use and occupancy of the NFS not authorized by a permit/operating plan approved by the Secretary of the Interior.

All matters related to this stipulation are to be addressed to:

Forest Supervisor, National Forests in Mississippi
100 W. Capitol Street, Suite 1141
2500 Shreveport Hwy.
Jackson, MS 39269
Phone Number: 601-965-4391

BLM Field Office
Jackson Field Office
411 Briarwood Drive, Suite 404
Jackson, Mississippi 39206

Surface Management Agency
USDA, Forest Service (Region 8)
Room 792 South, Lands and Minerals
1720 Peachtree Road, N.W.
Atlanta, Georgia 30367